

**Date:** April 17, 2012

**To:** Thomas J. Bonfield, City Manager  
**Through:** Theodore L. Voorhees, Deputy City Manager  
**From:** Marvin G. Williams, Director of Public Works  
**Subject:** Ordinance Amendment Increasing 2010 Street Repaving Projects

### **Executive Summary**

In an effort to more accurately account for and to make contracting for on-going paving work easier, the administration is proposing to consolidate funds available within the 2010 Street Repaving project which will be used solely to account for these costs. As such, the proposed General Capital Improvement Project Ordinance amendment moves costs related to the reconstruction of Revere Road out of the 2010 Street Repaving project to a new stand alone project, moves remaining funding from other repaving projects that have been completed into the 2010 Street Repaving project and replaces existing funding sources within the Fayetteville - Buxton - Riddle Intersection Project with impact fees in order to move those revenues into the 2010 Street Repaving project. Additionally, significant price escalations and unanticipated pavement conditions will require additional funding in order to permit completion of the original published repaving list.

This budget amendment will provide a funding source for the repaving contract amendments, the details of which are provided in a separate companion agenda item on this agenda cycle.

### **Recommendation**

The Administration recommends that the City Council adopt an ordinance amending the General Capital Improvement Project Ordinance, Fiscal Year 2011-12, as amended, the same being Ordinance #14139, for the purpose of (a) increasing 2010 Street Repaving by \$3,861,545.00; (b) decreasing Road Resurfacing by \$665,155.00; (c) decreasing Dirt Petition Street Paving by \$197,696.00; (d) decreasing Street Maintenance by \$470,694.00; (e) replacing the funding source for the Federal State Match project in the amount of \$2,200,000.00 in order to reallocate \$1,028,000.00 to 2010 Street Repaving and \$1,172,000.00 to a newly created project called Revere Road; and (f) additional bond funding in the amount of \$1,500,000.00 will become available with a planned debt issuance.

### **Background**

The 2010 Street Bond Repaving funds were appropriated in 2010 to pave approximately 158 miles of streets bringing all City streets up to a fair condition rating. In 2005, the Road Resurfacing fund had been set up to resurface city streets on an ongoing cycle to improve streets meeting repaving requirements. Dirt-Petition Street Paving was set up in 2004 as funding to pave streets from petitions by residents or dirt streets ordered by Enabling Act authority. Street Maintenance funds were approved in 2011 to provide on-going maintenance and repairs to streets. Federal-State Matching Projects funds were

appropriated in 2004 to provide matching funds for transportation grants for various improvements. Some of the Riddle Road improvements are included in these funds.

### **Issues and Analysis**

The Administration is proposing paving contract amendments for the 2012 paving season. Consolidating funds available for repaving into one Capital Project account via this budget amendment will ease the administrative burden related to managing these contracts and enable staff to more easily identify remaining funding as the projects move forward. It will also provide additional funds to address cost escalations in the project.

### **Alternatives**

Council could choose not to approve the Capital Improvement Project Ordinance which would make record keeping and contracting for on-going paving work more administratively burdensome.

### **Financial Impact**

Funds are being moved between existing projects, and additional bond funding in the amount of \$1,500,000.00 will be made available with a planned debt issuance. The amendment replaces 2005 Bond funding in the Fayetteville - Buxton – Riddle Intersection Project with impact fee revenues as it has been determined that this project is eligible for use of these funds in the amount of \$2,200,000.00.

In total, the unspent and unallocated budget within the 2010 Street Repaving Project budget will be increased by \$5,033,545.00.

### **SDBE Summary**

There are no SDBE requirements for this item.